

GENERAL COUNSEL'S REPORT

March 25, 2015

B. University of Tennessee Medical Center, Knoxville (Knox County), TN —CN1005-022AE

A request for a three month extension of the expiration date from April 1, 2015 to July 1, 2015. The project was approved unanimously on August 25, 2010 for construction of a 28,000 SF addition to the existing surgery facilities to house 13 new operating rooms. The project also included the renovation of approximately 12,000 SF of existing space and a new endovascular suite. The project cost was estimated to be \$18,432,272.

October 2011- Project report filed indicating the basic structure had been completed and that framing, utility rough-ins and an exterior enclosure were underway.

August 28, 2013-18-month extension granted extending the original expiration date from October 1, 2013 to April 1, 2015. The applicant reported new construction had been completed and that substantial progress had been made on the renovated space. The applicant reported prior to beginning the renovation phase it had applied the "LEAN" principles process which had resulted in design changes.

June 2013 – Surgery phase was completed. The second phase has not started yet.

July 2014 - Project report filed indicating the 3rd phase of the project was underway and that the project was 73% complete.

October 2014 – Final phase underway which includes the new and relocated sterilizer equipment.

February 2015 – On the request letter for extension it was stated that the project was 99% complete.

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February 26, 2015

Melanie M. Hill
Tennessee Health Services and Development
Agency
502 Deaderick Street, 9th Floor
Andrew Jackson Building
Nashville, TN 37243-0200

Re: University of Tennessee Medical Center
CN1005-022AE

Dear Ms. Hill,

This is to request a 3 month extension of the expiration date of the above referenced certificate of need, from April 1, 2015 to July 1, 2015. The project is currently 99+% complete. We anticipate the actual construction and equipping to be complete or virtually complete by the expiration date. The extension is requested out of caution, to allow adequate time for final occupancy inspection by the Department of Health.

Because UTMC paid the maximum filing fee on the original application, no extension fee is being submitted. Please place this matter on the agenda for the March 25, 2015 HSDA meeting. Thank you for your assistance.

Sincerely yours,

BURR & FORMAN, LLP



Jerry W. Taylor

STATE OF TENNESSEE
Health Services and Development Agency



Certificate of Need No. **CN1005-022A** is hereby granted under the provisions of T.C.A. § 68-11-1601, *et seq.*, and rules and regulations issued thereunder by this Agency.

To: University Health System, Inc.
1924 Alcoa Highway
Knoxville, TN 37920

For: University of Tennessee Medical Center

This Certificate is issued for: The construction of an addition to the existing surgery facilities consisting of approximately 28,000 square feet of space to house thirteen (13) new operating rooms. The project also includes the renovation of approximately 12,000 square feet of existing space in the surgical facilities and a new endovascular suite in space currently housing three (3) small operating rooms and a storage space. This will result in a net addition of ten (10) operating rooms and one (1) endovascular suite. Major medical equipment to be acquired is a new endovascular lab and related equipment. The expansion project will be on the main campus. No new services will be initiated and no current services will be discontinued. This project does not involve any inpatient beds.

On the premises located at: 1924 Alcoa Highway
Knoxville (Knox County), TN 37920

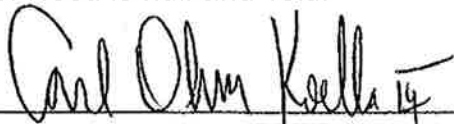
For an estimated project cost of: \$18,432,272.00

The Expiration Date for this Certificate of Need is


October 1, 2013

or upon completion of the action for which the Certificate of Need was granted, whichever occurs first. After the expiration date, this Certificate of Need is null and void.

Date Approved: August 25, 2010


Chairman

Date Issued: September 22, 2010


Executive Director